	1	Molly M. Rezac									
	2	Nevada Bar No. 7435 molly.rezac@ogletreedeakins.com									
		Erica J. Chee									
	3	Nevada Bar No. 12238 erica.chee@ogletreedeakins.com									
	4	OGLETREE, DEAKINS, NASH, SMOAK & STEWART,	P.C.								
	5	3800 Howard Hughes Parkway, Ste. 1500 Las Vegas, NV 89169									
		Telephone: 702.369.6800 Fax: 702.369.6888									
	6										
	7	Robert F. Shaffer (admitted pro hac vice) robert.shaffer@finnegan.com District of Columbia Bar No. 472423 James R. Barney (admitted pro hac vice) james.barney@finnegan.com District of Columbia Bar No. 473732									
	8										
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	10										
	10	Anthony D. Del Monaco (admitted pro hac vice) anthony.delmonaco@finnegan.com									
	11	District of Columbia Bar No. 978164 FINNEGAN HENDERSON FARABOW GARRETT & I	DINNER LIP								
	12	Finnegan, Henderson, Farabow, Garrett & Dunner, LLP 901 New York Avenue, NW									
6800	13	Washington, DC 20001-4413 Telephone: 202.408.4000									
702.369.6800	14	Attorneys for Plaintiffs CG Technology Development, LLC,									
	15										
TELEPHONE:											
Ä	16	UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEVADA									
	17		TOT OF IVE VIEW								
	18	CG TECHNOLOGY DEVELOPMENT, LLC,	Case No.: 2:16-cv-00781-MMD-CWH								
	19	INTERACTIVE GAMES LIMITED, AND INTERACTIVE GAMES LLC,	PLAINTIFFS' FIRST AMENDED								
		·	COMPLAINT FOR PATENT INFRINGEMENT								
	20	Plaintiffs,									
	21	vs.	DEMAND FOR JURY TRIAL								
	22	DRAFTKINGS, INC.,									
	23	Defendant.									
	24										
	25	Digintiffa CC Tashmalagy Davidson	IIC ("CC Took") Interactive Comes Limited								
	26		LLC ("CG Tech"), Interactive Games Limited								
			LLC") (collectively "Plaintiffs"), by and through								
	27	their counsel, hereby bring this Complaint again	nst Defendant DraftKings, Inc. ("Defendant" or								
	28	"DraftKings"), and allege as follows:									

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#### **NATURE OF ACTION**

1. This is an action for patent infringement under 35 U.S.C. § 271 et seq. by Plaintiffs against Defendant for infringement of U.S. Patent Nos. RE39,818; 6,899,628; 9,111,417; 8,641,511; 8,342,924; 7,029,394; 6,884,166; 7,534,169; 9,355,518; and 9,306,952 (collectively the "Patents-in-Suit").

#### **PARTIES**

- 2. CG Tech is a wholly owned subsidiary of CG Technology, L.P. ("CG"), a limited partnership, with its principal place of business at 2575 South Highland Drive, Las Vegas, Nevada, 89109. CG and CG Tech are both incorporated in Nevada. CG is an innovative gaming technology solutions provider for lottery, gaming, racing, and sports wagering worldwide. It specializes in providing secure, scalable, mobile technology and risk management solutions to integrated resorts, gaming partners, race and sports books, and lottery industries. Headquartered in Las Vegas, Nevada, CG and CG Tech continue to expand into new global markets in response to partner demand for their gaming and manufacturing expertise and superior technology solutions. Their products include Android<sup>TM</sup>- and Apple®-compatible applications for sports wagering and real-money casino gaming, as well as state-of-the-art, account-based wagering systems.
- 3. IG LLC is a limited liability company incorporated in Nevada with its principal place of business at 110 East 59th Street, New York, New York, 10022.
- 4. IG Limited is a private limited company with its principal place of business at One Churchill Place, Canary Wharf, London, UK E14 5RB.
- 5. Upon information and belief, DraftKings is a corporation organized and existing under the laws of the State of Delaware, with its principal place of business located at 225 Franklin Street, 26<sup>th</sup> Floor, Boston, Massachusetts, 02110.

#### JURISDICTION AND VENUE

- 6. This is a civil action for patent infringement arising under the patent laws of the United States, 35 U.S.C. § 271 et seq.
  - 7. This Court has subject matter jurisdiction under 28 U.S.C. §§ 1331 and 1338(a).
  - 8. DraftKings is subject to personal jurisdiction in this District because, based on

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information and belief, Defendant has transacted business in this District and has committed, by itself or in concert with others, acts of patent infringement in this District. On information and belief, Defendant has conducted business within the State of Nevada. In addition, Defendant offered for sale, sells, advertises, and/or uses its products and services (including the products accused of infringement in this lawsuit) in the United States, the State of Nevada, and this District. Further, Defendant purposefully and voluntarily placed one or more infringing products and services into the stream of commerce with the expectation that they will be used by consumers in the State of Nevada. Defendant also advertises and has transacted business throughout the United States, including in the State of Nevada, and specifically in this District. Defendant has purposely availed itself of the laws of this District by, among other things, advertising and selling its products and services in this District.

- 9. Defendant is subject to this Court's specific and general personal jurisdiction pursuant to due process and/or the Nevada Long Arm Statute, due at least to Defendant's substantial business in this forum, including: (i) at least a portion of the infringements alleged herein; and/or (ii) regularly doing or soliciting business, engaging in other persistent courses of conduct, and/or deriving substantial revenue from goods and services provided to individuals in the State of Nevada and in this District.
- 10. On information and belief, Defendant has operated and continues to operate an interactive website, www.draftkings.com, and mobile application that are accessible to all residents of the State of Nevada, including in this District, through which Defendant advertises and makes available for use certain services and electronic daily fantasy sports contests that are herein accused of infringement. (See, e.g., Featured Games, DRAFTKINGS, https://www.draftkings.com/lobby#/featured.) On information and belief, Defendant has repeatedly held events promoting and utilizing its products and services accused of infringement in this District. (See, e.g., DraftKings Las Vegas Event Advertisement, FACEBOOK, https://www.facebook.com/draftkings/posts/929970750356764; **DraftKings** 2015 MLBWorld Championship, ROTOGRINDERS, https://rotogrinders.com/pages/draftkings-2015-mlb-world-championship-776884; DraftKings Las Vegas Event Contest, DRAFTKINGS, http://playbook.draftkings.com/mlb/draftkings-fantasy-

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<u>baseball-championship-3m-guaranteed</u>; DraftKings Las Vegas Event Contest, DRAFTKINGS, <a href="http://playbook.draftkings.com/nba/nhl-cbb-nba-world-championships-in-las-vegas">http://playbook.draftkings.com/nba/nhl-cbb-nba-world-championships-in-las-vegas</a>.)

11. Venue is proper in this District pursuant to 28 U.S.C. §§ 1391(b) and (c), and/or 1400(b), as DraftKings is subject to personal jurisdiction in this District.

#### **GENERAL ALLEGATIONS**

- 12. Plaintiffs own innovative technology that is being used by Defendant in its daily fantasy sports business. Like traditional fantasy sports, players draft a team of real-world athletes who then score fantasy points according to set scoring rules. Daily fantasy sports, however, offer contests that may last just one day, instead of being stuck with the same team (or drafted players) throughout a whole season. Accordingly, daily fantasy sports are quicker, more numbers-driven, and provide more "action" for the daily fantasy sports entrants. Before the advent of the Internet, the ability of hundreds of thousands of people participating in daily fantasy sports together in the same contest did not exist.
- 13. On information and belief, and based on its own admissions, DraftKings is one of the largest on-line sites to offer daily fantasy sports contests. (See DraftKings CEO compares chess. **CDC GAMING** fantasy sports to stock investing, REPORT, http://cdcgamingreports.com/draftkings-ceo-compares-fantasy-sports-to-chess-stock-investing.) DraftKings provides access to its daily fantasy sports gaming platform through its web-based interface and/or mobile applications. DraftKings determines whether its users are over the age of 18 (or 19 in certain jurisdictions) before authorizing the users (or contest entrants) to pay an entry fee for one of its contests.
- 14. DraftKings offers various types of daily fantasy sports contests that authorize users to "pay to play." Its gaming platform also allows users to create their own contests where users may specify the amount of money for entry into a contest and the contest parameters before DraftKings offers the contest to other users for acceptance. In this and other ways, users are then matched in contests to compete against one another for the entry-fee dollar amounts according to each contest's payout rules (or against one another in a head-to-head contest). DraftKings also monitors multiple games and game events on which play is based. This platform generates

statistics on game events, payments for various contests and users, and determines outcomes for each contest where the winners of each contest are awarded the winning dollar amounts according to each contest's payout rules. After the contest is completed, each user's account is managed or updated to reflect the appropriate transfer of funds based on a winning or losing entry. (*See*, *e.g.*, *Frequent Asked Questions*, DRAFTKINGS, https://www.draftkings.com/help/faq.)

15. On July 15, 2014, a letter was sent to Defendant notifying Defendant of its infringement of numerous patents and is attached as **Exhibit A**. Specifically, at least the following patents were identified as being infringed: U.S. Patent Nos. RE39,818; 6,899,628; 8,641,511; 8,342,924; 7,029,394; 6,884,166; and 7,534,169. As noted in the letter, Plaintiffs wanted to reach a negotiated nonlitigation arrangement with Defendant for the identified patents. An agreement was never reached, and Defendant has not ceased infringing Plaintiffs' patents.

#### **CLAIMS FOR RELIEF**

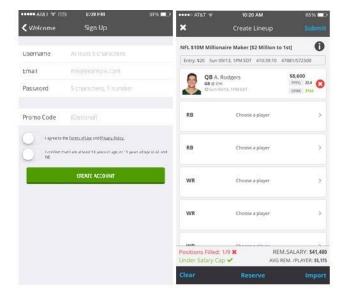
## FIRST CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. RE39,818)

- 16. Plaintiffs incorporate by reference paragraphs 1-15 as if fully set forth herein.
- 17. On September 4, 2007, U.S. Patent No. RE39,818 ("the RE'818 patent") was duly and legally issued by the U.S. Patent and Trademark Office ("PTO") for an invention titled "Personalized Wireless Video Game System" to the listed inventor, Russell D. Slifer. A certified copy of the RE'818 patent is attached as **Exhibit B**.
- 18. CG Tech is the assignee and owner of the RE'818 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the RE'818 patent against infringers, and to collect damages for all relevant times.
- 19. Defendant, directly or through its agents, customers, and/or intermediaries, has made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products

<sup>&</sup>lt;sup>1</sup> The following patents issued after the notice letter was sent and therefore were not included in the notice letter: U.S. Patent No. 9,111,417, issued on August 18, 2015; U.S. Patent No. 9,355,518, issued on May 31, 2016; and U.S. Patent No. 9,306,952, issued on April 5, 2016.

and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the RE'818 patent. For instance, on information and belief, Defendant's accused products and/or systems have certain features that transmit both identification code and game control signals to a processor executing an interactive game. Here, the identification code is used by the processor to retrieve identification data and authorize game play based at least in part on an age of a player. This is done in a manner that infringes at least claims 1, 20, 24, and 25 of the RE'818 patent.

- 20. DraftKings' on-line fantasy sports contests contain each limitation of at least one asserted claim of the RE'818 patent. By way of example only:
- 21. DraftKings' on-line fantasy sports contests meet all requirements of claim 20, which include (as shown below) "[a] game apparatus comprising: a wireless transmitter to transmit both an identification code and game control signals to a processor executing a game." (RE'818 patent, col. 7, ll. 25-28.)

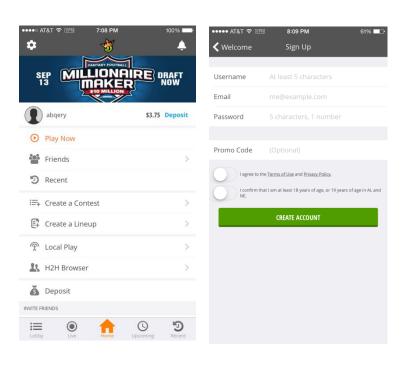


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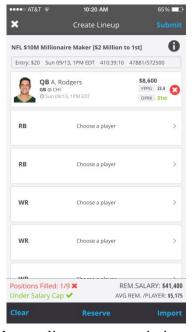
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22. DraftKings' on-line fantasy sports contests include an "identification code . . . used by the processor to retrieve identification data and authorize game play based at least in part on an age of a player." (*Id.* at col. 7, ll. 28-30.)



23. DraftKings' on-line fantasy sports contests include "a plurality of input controls to allow the player to interact with the processor to play the game." (Id. at col. 7, ll. 31-32.)



24. Defendant does not have a license or permission to use the RE'818 patent.

25.	As a result of Defendant's infringement of the RE'818 patent, CG Tech has suffered
and continues	to suffer damages, in an amount not yet determined, of at least a reasonable royalty
and/or lost pro	fits.

- 26. In a letter dated July 15, 2014, notice was provided to Defendant of the RE'818 patent and Defendant's infringing conduct. The letter is attached as **Exhibit A**.
- 27. Despite the knowledge of the RE'818 patent, Defendant has continued to infringe this patent. Defendant acted with reckless disregard of the RE'818 patent by continuing to infringe the patent when it knew or should have known that its actions constituted infringement.

#### SECOND CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. 6,899,628)

- 28. Plaintiffs incorporate by reference paragraphs 1-27 as if fully set forth herein.
- 29. On May 31, 2005, U.S. Patent No. 6,899,628 ("the '628 patent") was duly and legally issued by the PTO for an invention titled "System and Method for Providing Game Event Management to a User of a Gaming Application" to the listed inventors Fergus A. Leen, Sam B. Lawrence, David G. McNally, Clive Hetherington, David M. McDowell, and Kevin R. O'Neal. A certified copy of the '628 patent is attached as **Exhibit C**.
- 30. IG Limited is the assignee and sole owner of the '628 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the '628 patent against infringers, and to collect damages for all relevant times.
- 31. Defendant, directly or through its agents, customers, and/or intermediaries, has made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the '628 patent. For instance, on information and belief, Defendant's accused products and/or systems have certain features that manage game events through a gaming application accessible to remote users. Here, the gaming application monitors a plurality of game events, communicates event information associated with at least one game event, and generates a pay record based on the event information, where the pay record is associated with an entry fee between a plurality of users. This is done in a manner that infringes at least claim 31 of the

'628 patent.

- 32. DraftKings' on-line fantasy sports contests contain each limitation of at least claim 31 of the '628 patent. By way of example only:
- 33. DraftKings' on-line fantasy sports contests meet all requirements of claim 31, which include (as shown below) "[a] server for managing game events, comprising: a processor that executes a gaming application that is accessed by a remote user via a network." ('628 patent, col. 23, ll. 62-64.)



34. DraftKings' on-line fantasy sports contests include "a monitor module coupled to the processor that monitors a plurality of game events during the execution of the gaming application by the user." (*Id.* at col. 23, ll. 65-67.)

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MLB	\$10K MOON	SHOT [\$1,000 TO	1ST] PRIZE POOL \$	10,000.0	10			FULL CONTEST RULES &	PRIZES
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CURR	ENTLY IN 498	ВТН	patcherb13 💌	IEW 3+	CURRE	ENTLY IN 1ST		REMATCH 1 - bharp13888	-
POS	NAME	GAME	SCORING	FPTS	POS	NAME	GAME	SCORING	FPTS
Р	Charlie Morton	CHC 2 PIT 6 Final	1 W, 7 K, 1 ER, 7 IP, 6 H	28.15	P	Charlie Morton ■	CHC 2 PIT 6 Final	1 W, 7 K, 1 ER, 7 IP, 6 H	28.15
P	Ryan Vogelsong 🖼	WAS 9 SF 2 Final	6 K, 6 ER, 6 IP, 2 BB, 9 H	6.9		Stephen Strasburg	WAS 9 SF 2 Final	1 W, 7 K, 1 ER, 6 IP, 4 H	27.1
С	Russell Martin EX	CHC 2 PIT 6 Final			С	Michael McKenry ■	ATL 3 COL 1 Final	1H	
18	Mike Napoli EK	BOS 0 BAL 4 Final			1B	lke Davis EK	CHC 2 PIT 6 Final	1 R, 1 H, 1 HR, 1 RBI, 1 BB	16
2B	Josh Rutledge ■I	ATL 3 COL 1 Final			2B	Jason Kipnis <b>E</b> K	CLE 17 TEX 7 Final	3 R, 3 H, 4 RBI, 1 SB	28
3B	Trevor Plouffe ■	MIN 4 TOR 5 Final			3B	Lonnie Chisenhall	CLE 17 TEX 7 Final	3 R, 5 H, 1 2B, 3 HR, 9 RBI	62
SS	Zack Cozart EN	LAD 6 CIN 2 Final	1H		SS	Jose Reyes 🖭	MIN 4 TOR 5 Final	1 R, 3 H, 1 HR, 1 RBI, 2 SB	30
OF	Coco Crisp ■I	OAK 1 LAA 4 Final			OF	Michael Brantley M	CLE 17 TEX 7 Final	5 R, 3 H, 1 HR, 1 RBI, 2 BB	32
OF	Josh Hamilton ■4	OAK 1 LAA 4 Final	1H		OF	Corey Dickerson M	ATL 3 COL 1 Final	1 R, 1 H, 1 HR, 1 RBI, 1 BB	16
OF	Adam Jones ■	BOS 0 BAL 4 Final	1 R, 3 H, 1 HR, 1 RBI	20	OF	Scott Van Slyke III	LAD 6 CIN 2 Final	3 R, 3 H, 2 HR, 4 RBI, 2 BB	41
			TOTAL FANTASY POINTS:	61.05		Hide Shared	l Players	TOTAL FANTASY POINTS:	283.25

DraftKings' on-line fantasy sports contests include "an interface coupled to the 35. processor that communicates event information associated with at least one of the game events to an enhanced services platform remote from the server." (Id. at col. 24, ll. 1-4.)

CURR	ENTLY IN 498	8TH	patcherb13 -	VIEW 3+
POS	NAME	GAME	SCORING	FPTS
P	Charlie Morton	CHC 2 PIT 6 Final	1 W, 7 K, 1 ER, 7 IP, 6 H	28.15
P	Ryan Vogelsong IN	WAS 9 SF 2 Final	6 K, 6 ER, 6 IP, 2 BB, 9 H	6.9
С	Russell Martin (M)	CHC 2 PIT 6 Final		0
1B	Mike Napoli III	BOS 0 BAL 4 Final		0
2B	Josh Rutledge III	ATL 3 COL 1 Final		0
3B	Trevor Plouffe M	MIN 4 TOR 5 Final		0
ss	Zack Cozart IIII	LAD 6 CIN 2 Final	1H	3
OF	Coco Crisp 🔤	OAK 1 LAA 4 Final		0
OF	Josh Hamilton EK	OAK 1 LAA 4 Final	1H	3
OF	Adam Jones Ex	BOS 0 BAL 4 Final	1 R, 3 H, 1 HR, 1 RBI	20
			TOTAL FANTASY POIN	TS: 61.05

DraftKings' on-line fantasy sports contests include "generat[ing] a wager record 36. associated with a wager between a plurality of users based on at least one of the first event information and the second event information." (Id. at col. 24, ll. 4-7.)



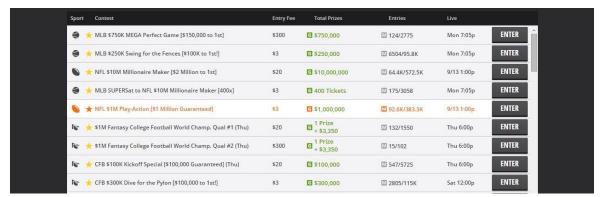
- 37. Defendant does not have a license or permission to use the '628 patent.
- 38. As a result of Defendant's infringement of the '628 patent, IG Limited has suffered and continues to suffer damages, in an amount not yet determined, of at least a reasonable royalty and/or lost profits.
- 39. In a letter dated July 15, 2014, notice was provided to Defendant of the '628 patent and Defendant's infringing conduct. The letter is attached as **Exhibit A**.
- 40. Despite the knowledge of the '628 patent, Defendant has continued to infringe this patent. Defendant acted with reckless disregard of the '628 patent by continuing to infringe the patent when it knew or should have known that its actions constituted infringement.

## THIRD CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. 9,111,417)

- 41. Plaintiffs incorporate by reference paragraphs 1-40 as if fully set forth herein.
- 42. On August 18, 2015, U.S. Patent No. 9,111,417 ("the '417 patent") was duly and legally issued by the PTO for an invention titled "System and Method for Providing Enhanced Services to a User of a Gaming Application" to the listed inventors Fergus A. Leen, Sam B. Lawrence, David G. McNally, Clive Hetherington, David M. McDowell, and Kevin R. O'Neal. A certified copy of the '417 patent is attached as **Exhibit D**.
- 43. IG Limited is the assignee and sole owner of the '417 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the '417 patent against infringers, and to collect damages for all relevant times.
  - 44. Defendant, directly or through its agents, customers, and/or intermediaries, has

made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the '417 patent. For instance, on information and belief, Defendant's accused products and/or systems have certain features that provide a sports game to users through its respective computing devices over a communications network. On information and belief, Defendant's accused products and/or systems present users with a graphical user interface that allows users to generate an entry fee where an offer includes a payment amount, an option to present the entry fee offer to other users, and receive from a plurality of other users an acceptance of the entry fee. In addition, during the playing of the game, Defendant's accused products and/or systems offer certain features that generate statistics for multiple users of the game, including presenting a portion of the statistics information for the users. At the end of the game, an outcome is determined and funds are transferred to at least one user who played (and "won") the game. This is done in a manner that infringes at least claim 1 of the '417 patent.

- 45. DraftKings' on-line fantasy sports contests contain each limitation of at least claim 1 of the '417 patent. By way of example only:
- 46. DraftKings' on-line fantasy sports contests meet all requirements of claim 1, which include (as shown below) "[a] system comprising at least one processor and at least one non-volatile memory having software stored thereon that when executed by the at least one processor directs the at least one processor to: provide a game via a communications network to users via respective computing devices of the users, wherein the game is a sports game, an arcade game, a card game, or an adventure game." ('417 patent, col. 20, ll. 20-27.)

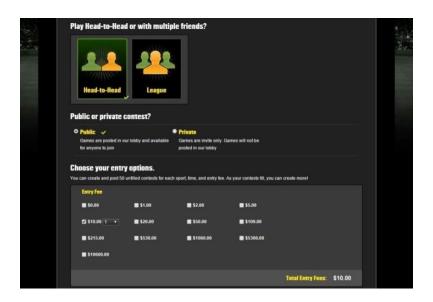


47. DraftKings' on-line fantasy sports contests include, "responsive to a request from

one of the users, caus[ing] a graphical user interface to be presented to the user at the user's computing device, wherein the graphical user interface allows the user to offer a wager to other users." (*Id.* at col. 20, ll. 28-31.)

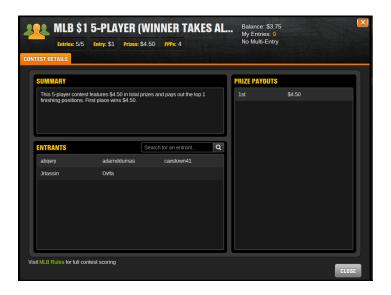


48. DraftKings' on-line fantasy sports contests include, "responsive to presenting the graphical user interface to the user, receiv[ing] from that user a request to generate a wager offer, wherein the wager offer includes a wager amount." (*Id.* at col. 20, ll. 32-34.)



49. DraftKings' on-line fantasy sports contests include, "responsive to receiving the request to generate the wager offer, present[ing] the wager offer to other users via respective computing devices of the other users." (*Id.* at col. 20, ll. 35-37.)

50. DraftKings' on-line fantasy sports contests include "receiv[ing] from a plurality of the other users an acceptance of the wager offer, each acceptance at the wager amount." (*Id.* at col. 20, ll. 38-39.)



51. DraftKings' on-line fantasy sports contests include, "during a playing of the game by a plurality of the users: generat[ing] statistics information related to at least a first and a second of the users playing the game." (*Id.* at col. 20, ll. 40-42.)

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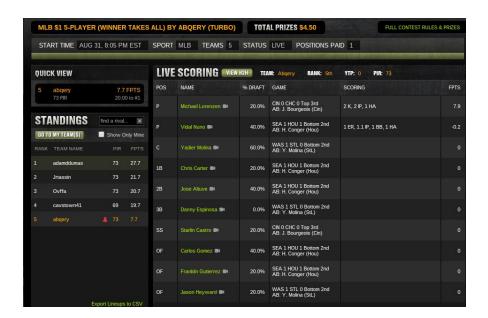
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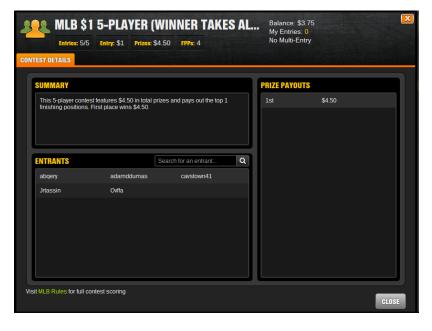
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52. DraftKings' on-line fantasy sports contests include, "at end of the game, determin[ing] an outcome of the wagers resulting from the users that accepted the wager offer, wherein . . . determin[ing] the outcome of the wagers includes . . . transfer[ring] funds to at least one user who played the game." (*Id.* at col. 20, ll. 49-53.)



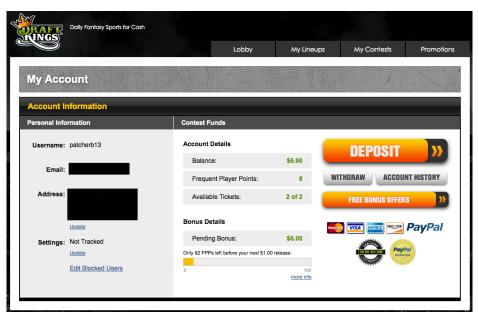
- 53. Defendant does not have a license or permission to use the '417 patent.
- 54. As a result of Defendant's infringement of the '417 patent, IG Limited has suffered and continues to suffer damages, in an amount not yet determined, of at least a reasonable royalty and/or lost profits.

# WELLS FARGO TOWER SUITE 1500, 3800 HOWARD HUGHES PARKWAY LAS VEGAS, NV 89169

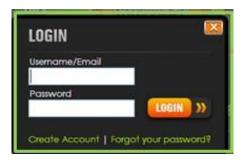
### FOURTH CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. 8,641,511)

- 55. Plaintiffs incorporate by reference paragraphs 1-54 as if fully set forth herein.
- 56. On February 4, 2014, U.S. Patent No. 8,641,511 ("the '511 patent") was duly and legally issued by the PTO for an invention titled "Real-Time Interactive Wagering on Event Outcomes" to the listed inventors Philip M. Ginsberg, Howard W. Lutnick, Andrew C. Gilbert, and Lewis Findlay. A certified copy of the '511 patent is attached as **Exhibit E**.
- 57. IG LLC is the assignee and sole owner of the '511 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the '511 patent against infringers, and to collect damages for all relevant times.
- 58. Defendant, directly or through its agents, customers, and/or intermediaries, has made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the '511 patent. For instance, on information and belief, Defendant's accused products and/or systems have certain features that open a gaming account for a user and establish an amount of funds in the gaming account that may be used to play games. The system allows the user to access the gaming account from a computing device after verifying login credentials. The system displays a set of events on which games are based and receives requests from users to enter into a game based on at least one event. Here, the system matches requests from users to enter into opposite sides of a game, thereby forming an obligation to pay the users for winning the game. The infringing system also manages the account funds based on placement of entry fees by the users as well as the final outcomes of any of the games. This is done in a manner that infringes at least claims 14 and 16 of the '511 patent.
- 59. DraftKings' on-line fantasy sports contests contain each limitation of at least one asserted claim of the '511 patent. By way of example only:
- 60. DraftKings' on-line fantasy sports contests meet all requirements of claim 16, which include (as shown below) "[a] method comprising: opening, by a computer system, a gaming account for a client; [and] establishing, by the computer system, an amount of consideration in the

gaming account of the client, in which the money may be used to play games." ('511 patent, col. 13, ll. 17-22.)



61. DraftKings' on-line fantasy sports contests include "authorizing, by the computer system, the client to access the gaming account from a computing device by verifying login credentials of the client received from the computing device." (*Id.* at col. 13, ll. 24-27.)

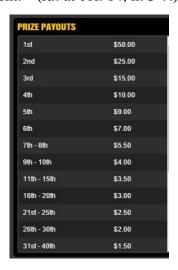


62. DraftKings' on-line fantasy sports contests include "receiving, by the computer system, a first request from the client to enter into a game based on at least one event; receiving, by the computer system, a second request from another client to enter into an opposite side of the game based on the at least one event; [and] matching, by the computer system, the first request and the second request in response to receiving the first offer and the second offer into the game, in which the game includes a game between the client and the other client." (*Id.* at col. 13, 1. 33 to col. 14, 1. 2.)

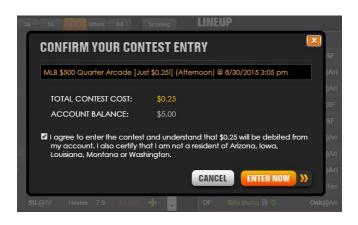
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63. DraftKings' on-line fantasy sports contests include "forming, by the computer system, one obligation with a gaming operator to pay the first client for winning the game with the client and forming one other obligation with the gaming operator to pay the second client for winning the game with the other client." (*Id.* at col. 14, ll. 3-7.)



64. DraftKings' on-line fantasy sports contests include "managing, by the computer system, the amount of consideration in the wagering account credits based on placement of the one or more wagers and outcomes of the one or more wagers." (*Id.* at col. 14, ll. 8-11.)



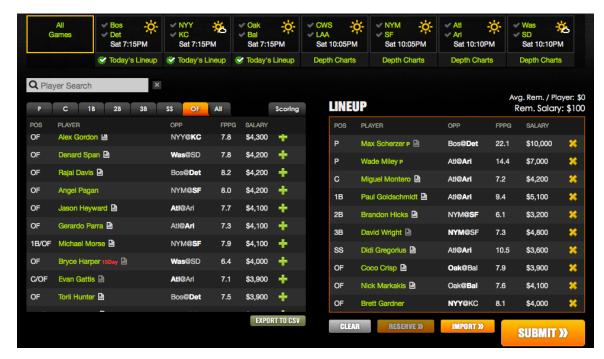
- 65. Defendant does not have a license or permission to use the '511 patent.
- 66. As a result of Defendant's infringement of the '511 patent, IG LLC has suffered and continues to suffer damages, in an amount not yet determined, of at least a reasonable royalty and/or lost profits.
- 67. In a letter dated July 15, 2014, notice was provided to Defendant of the '511 patent and Defendant's infringing conduct. The letter is attached as **Exhibit A**.
- 68. Despite the knowledge of the '511 patent, Defendant has continued to infringe this patent. Defendant acted with reckless disregard of the '511 patent by continuing to infringe the patent when it knew or should have known that its actions constituted infringement.

## FIFTH CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. 8,342,924)

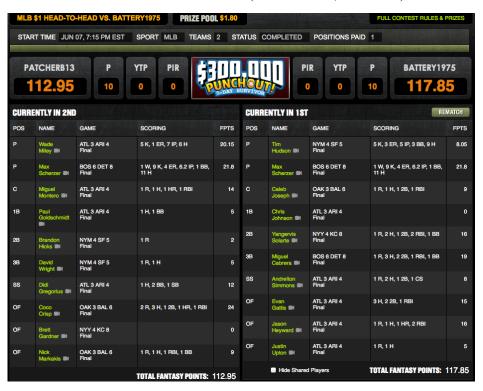
- 69. Plaintiffs incorporate by reference paragraphs 1-68 as if fully set forth herein.
- 70. On January 1, 2013, U.S. Patent No. 8,342,924 ("the '924 patent") was duly and legally issued by the PTO for an invention titled "System and Method for Providing Enhanced Services to a User of a Gaming Application" to the listed inventors Fergus A. Leen, Sam B. Lawrence, David G. McNally, Clive Hetherington, David M. McDowell, and Kevin R. O'Neal. A certified copy of the '924 patent is attached as **Exhibit F**.
- 71. IG Limited is the assignee and sole owner of the '924 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the '924 patent against infringers, and to collect damages for all relevant times.

72. Defendant, directly or through its agents, customers, and/or intermediaries, has made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the '924 patent. For example, on information and belief, Defendant's accused products and/or systems have certain features that receive information during the playing of a game (the information associated with at least one event initiated by a user), and generate statistics based at least in part on the information, where the statistics are electronically displayed to another user. This is done in a manner that infringes at least claim 11 of the '924 patent.

- 73. DraftKings' on-line fantasy sports contests contain each limitation of at least claim 11 of the '924 patent. By way of example only:
- 74. DraftKings' on-line fantasy sports contests meet all requirements of claim 11, which include (as shown below) "[a]n apparatus comprising: at least one processor; and at least one memory device electronically coupled to the at least one processor, wherein the at least one memory device stores instructions which, when executed by the at least one processor, direct the at least one processor to: receive information associated with at least one event initiated by a user within a context of playing a game, wherein the information is received during the playing of the game by the user." ('924 patent, col. 21, ll. 4-13.)



75. DraftKings' on-line fantasy sports contests include, "based at least in part on the information, generat[ing] statistics information, wherein the statistics information is associated with the user with respect to the playing of the game; and caus[ing] to be electronically displayed to another user at least the statistics information." (*Id.* at col. 21, ll. 14-19.)



- 76. Defendant does not have a license or permission to use the '924 patent.
- 77. As a result of Defendant's infringement of the '924 patent, IG Limited has suffered and continues to suffer damages, in an amount not yet determined, of at least a reasonable royalty and/or lost profits.
- 78. In a letter dated July 15, 2014, notice was provided to Defendant of the '924 patent and Defendant's infringing conduct. The letter is attached as **Exhibit A**.
- 79. Despite the knowledge of the '924 patent, Defendant has continued to infringe this patent. Defendant acted with reckless disregard of the '924 patent by continuing to infringe the patent when it knew or should have known that its actions constituted infringement.

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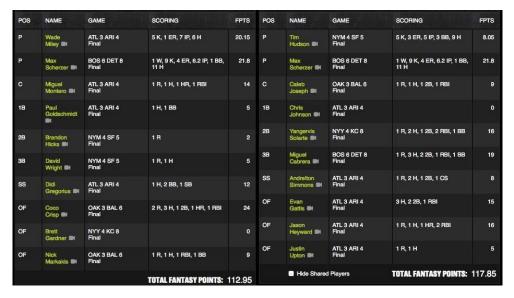
#### SIXTH CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. 7,029,394)

- 80. Plaintiffs incorporate by reference paragraphs 1-79 as if fully set forth herein.
- 81. On April 18, 2006, U.S. Patent No. 7,029,394 ("the '394 patent") was duly and legally issued by the PTO for an invention titled "System and Method for Generating Statistics for a User of a Gaming Application" to the listed inventors Fergus A. Leen, Sam B. Lawrence, David G. McNally, Clive Hetherington, David M. McDowell, and Kevin R. O'Neal. A certified copy of the '394 patent is attached as **Exhibit G**.
- 82. IG Limited is the assignee and sole owner of the '394 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the '394 patent against infringers, and to collect damages for all relevant times.
- 83. Defendant, directly or through its agents, customers, and/or intermediaries, has made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the '394 patent. Specifically, Defendant's accused products and/or systems have certain features that execute a gaming application; monitor a plurality of game events; communicate first and second event information associated with a first and second game event; generate statistics based at least in part on the first event information, the second event information, and entry-fee records; and determine an outcome using the statistics. This is done in a manner that infringes at least claim 1 of the '394 patent.
- 84. DraftKings' on-line fantasy sports contests contain each limitation of at least claim 1 of the '394 patent. By way of example only:
- 85. DraftKings' on-line fantasy sports contests meet all requirements of claim 1, which include (as shown below) "[a] system for generating statistics information, comprising: a server that: executes a gaming application." ('394 patent, col. 20, ll. 46-49.)

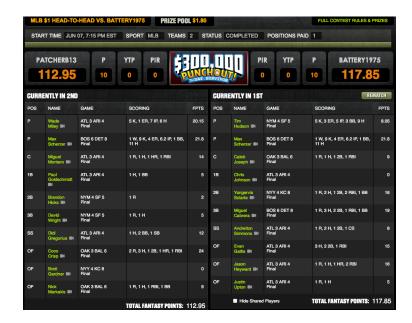
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86. DraftKings' on-line fantasy sports contests include "monitor[ing] a plurality of game events during the execution of the gaming application by a user; communicat[ing] first event information associated with a first game event; and communicat[ing] second event information associated with a second game event." (*Id.* at col. 20, ll. 50-55.)



87. DraftKings' on-line fantasy sports contests include "a processor remotely coupled to the server that receives the first event information; receives the second event information; [and] generates statistics information based at least in part upon the first event information, the second event information and wager records associated with the gaming application." (*Id.* at col. 20, ll. 56-62.)



88. DraftKings' on-line fantasy sports contests includes "determin[ing] an outcome of a wager associated with the gaming application using the statistics information; and a memory coupled to the processor that stores the statistics information." (*Id.* at col. 20, ll. 63-67.)



- 89. Defendant does not have a license or permission to use the '394 patent.
- 90. As a result of Defendant's infringement of the '394 patent, IG Limited has suffered and continues to suffer damages, in an amount not yet determined, of at least a reasonable royalty and/or lost profits.
- 91. In a letter dated July 15, 2014, notice was provided to Defendant of the '394 patent and Defendant's infringing conduct. The letter is attached as **Exhibit A**.
- 92. Despite the knowledge of the '394 patent, Defendant has continued to infringe this patent. Defendant acted with reckless disregard of the '394 patent by continuing to infringe the patent when it knew or should have known that its actions constituted infringement.

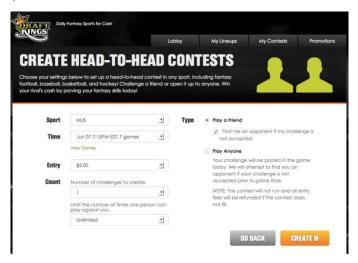
#### SEVENTH CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. 6,884,166)

- 93. Plaintiffs incorporate by reference paragraphs 1-92 as if fully set forth herein.
- 94. On April 26, 2005, U.S. Patent No. 6,884,166 ("the '166 patent") was duly and legally issued by the PTO for an invention titled "System and Method for Establishing a Wager for a Gaming Application" to the listed inventors Fergus A. Leen, Sam B. Lawrence, David G. McNally, Clive Hetherington, David M. McDowell, and Kevin R. O'Neal. A certified copy of the '166 patent is attached as **Exhibit H**.
- 95. IG Limited is the assignee and sole owner of the '166 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the '166 patent against infringers, and to collect damages for all relevant times.
- 96. Defendant, directly or through its agents, customers, and/or intermediaries, has made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the '166 patent. For example, on information and belief, Defendant's accused products and/or systems have certain features that host a gaming application for users, allow a first user to generate an offer, present the offer to a number of second users, and receive an acceptance by a second user to form a game between the first and second user. Defendant's accused products and/or systems also have certain features that further generate a record that is stored according to a record identifier where the record includes game parameters. This is done in a manner that infringes at least claim 39 of the '166 patent.
- 97. DraftKings' on-line fantasy sports contests contain each limitation of at least claim 39 of the '166 patent. By way of example only:
- 98. DraftKings' on-line fantasy sports contests meet all requirements of claim 39, which include (as shown below) "[a] system for establishing a wager associated with a gaming application, comprising: a server that hosts a gaming application for a plurality of users; [and] a processor remotely coupled to the server." ('166 patent, col. 23, ll. 55-59.)

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		t of the Legend	s Series, this contest		
27th) for the live final			s Series, this contest	2nd - 13th	Entry to \$1,000 Fantasy Baseball Championship Qual
27th) for the live final	on August 26thl As part es tickets. See Full Term			2nd - 13th 14th	Entry to \$1,000 Fantasy Baseball
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99. DraftKings' on-line fantasy sports contests include "receiv[ing] a wager offer generated by a first user, wherein the wager offer is associated with the gaming application." (*Id.* at col. 23, ll. 60-62.)



100. DraftKings' on-line fantasy sports contests include "present[ing] the wager offer to a plurality of second users; [and] receiv[ing] a wager acceptance by a second user, the wager offer and the wager acceptance combining to form a wager between the first user and the second user." (*Id.* at col. 23, ll. 63-67.)

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Sport ALL ADVANCED FILTER Clear Filters				Tip: Winner takes all in these one-on-one contests. Start a rivalry todayl					
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SPORT	CONTEST			ENTRIES	ENTRY FEE	PRIZE POOL	LIVE IN	NEXT CONTEST LIVE IN: 01:50:57	
0	MLB \$1 Head-to-Head	vs. Battery1975	x2	1/2	\$1	\$1.80	01:50:57	ENTER »	
0	MLB \$1 Head-to-Head	vs. jweav73 x3		1/2	\$1	\$1.80	01:50:57	ENTER »	
0	MLB \$1 Head-to-Head	vs. Pivotal x8		1/2	<b>\$</b> 1	\$1.80	01:50:57	ENTER »	
0	MLB \$2 Head-to-Head	vs. ericruh x8		1/2	\$2	\$3.60	01:50:57	ENTER »	

101. DraftKings' on-line fantasy sports contests include "generat[ing] a wager record in response to receiving the wager acceptance, the wager record associated with the wager between the first user and the second user and comprising a plurality of wager parameters." (*Id.* at col. 24, ll. 1-4.)



- 102. Defendant does not have a license or permission to use the '166 patent.
- 103. As a result of Defendant's infringement of the '166 patent, IG Limited has suffered and continues to suffer damages, in an amount not yet determined, of at least a reasonable royalty and/or lost profits.
- 104. In a letter dated July 15, 2014, notice was provided to Defendant of the '166 patent and Defendant's infringing conduct. The letter is attached as **Exhibit A**.
- 105. Despite the knowledge of the '166 patent, Defendant has continued to infringe this patent. Defendant acted with reckless disregard of the '166 patent by continuing to infringe the patent when it knew or should have known that its actions constituted infringement.

## EIGHTH CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. 7,534,169)

- 106. Plaintiffs incorporate by reference paragraphs 1-105 as if fully set forth herein.
- 107. On May 19, 2009, U.S. Patent No. 7,534,169 ("the '169 patent") was duly and legally issued by the PTO for an invention titled "System and Method for Wireless Gaming System

with User Profiles" to the listed inventors Lee M. Amaitis, Joseph M. Asher, Robert F. Bahrampour, Darrin M. Mylet, Alan B. Wilkins, and Howard W. Lutnick. A certified copy of the '169 patent is attached as **Exhibit I**.

- 108. IG LLC is the assignee and sole owner of the '169 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the '169 patent against infringers, and to collect damages for all relevant times.
- 109. Defendant, directly or through its agents, customers, and/or intermediaries, has made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the '169 patent. For instance, on information and belief, Defendant's accused products and/or systems have certain features that modify a gaming environment based on a user's success level in playing a gaming activity. A gaming device enables the user to play a plurality of gaming activities, and a user profile associated with the user is updated to reflect a first success level in playing a first gaming activity during a first gaming session. After termination of the first gaming session and the start of a second, subsequent, gaming session, the user's success level in playing the first gaming activity is determined. Based at least in part on the first success level, a gaming environment is modified and presented to the user through the gaming device. The modification includes a change in how the first gaming activity is presented to the user as a possible gaming activity during the second gaming session. This is done in a manner that infringes at least claim 1 of the '169 patent.
- 110. DraftKings' on-line fantasy sports contests contain each limitation of at least claim 1 of the '169 patent. By way of example only:
- 111. DraftKings' on-line fantasy sports contests meet all requirements of claim 1, which include (as shown below) "[a]n apparatus comprising: . . . at least one profile associated with a user of a gaming device, the gaming device being operable to make a plurality of gaming activities available to the user for play via the gaming device." ('169 patent, col. 26, ll. 43-52.)

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112. DraftKings' on-line fantasy sports contests include "updat[ing] the user's profile to reflect a first success level of the user in playing a first of the plurality of gaming activities via the gaming device during a first gaming session." (*Id.* at col. 26, ll. 56-59.)



113. DraftKings' on-line fantasy sports contests include, "based at least in part on the first success level, modify[ing] a gaming environment, wherein the modification includes a change as to how the first gaming activity is presented to the user as a possible gaming activity that the user may play via the gaming device during the second gaming session." (*Id.* at col. 26, l. 66 to col. 27, l. 4.)

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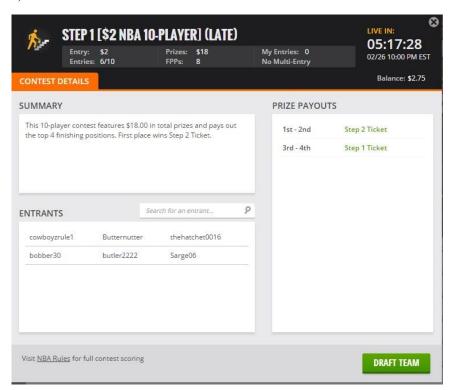
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114. DraftKings' on-line fantasy sports contests includes "present[ing] to the user, via the gaming device, the first gaming activity according to the modified gaming environment." (*Id.* at col. 27, ll. 5-7.)



115. Defendant does not have a license or permission to use the '169 patent.

116.	As a result of Defendant's infringement of the '169 patent, IG LLC has suffered and
continues to	suffer damages, in an amount not yet determined, of at least a reasonable royalty
and/or lost pro	ofits.

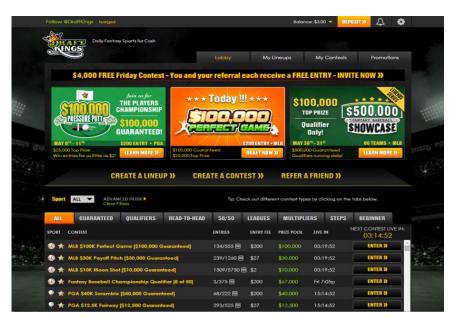
- 117. In a letter dated July 15, 2014, notice was provided to Defendant of the '169 patent and Defendant's infringing conduct. The letter is attached as **Exhibit A**.
- 118. Despite the knowledge of the '169 patent, Defendant has continued to infringe this patent. Defendant acted with reckless disregard of the '169 patent by continuing to infringe the patent when it knew or should have known that its actions constituted infringement.

#### NINTH CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. 9,355,518)

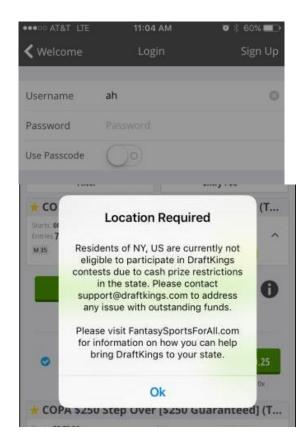
- 119. Plaintiffs incorporate by reference paragraphs 1-118 as if fully set forth herein.
- 120. On May 31, 2016, U.S. Patent No. 9,355,518 ("the '518 patent") was duly and legally issued by the PTO for an invention titled "Gaming System with Location Determination" to the listed inventors Lee M. Amaitis, Joseph M. Asher, Robert F. Bahrampour, Darrin M. Mylet, Alan B. Wilkins, and Howard W. Lutnick. A copy of the '518 patent is attached as **Exhibit J**.
- 121. IG LLC is the assignee and sole owner of the '518 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the '518 patent against infringers, and to collect damages for all relevant times.
- 122. Defendant, directly or through its agents, customers, and/or intermediaries, has made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the '518 patent. For instance, on information and belief, Defendant's accused products and/or systems have certain features that establishes a user profile and receives device location data over a communications network from a sensor in the user's electronic device. A gaming session is initiated based on the determined location. The user's electronic device presents via a display a gaming environment or a modified gaming environment that indicates to the user a last gaming activity of a plurality of gaming activities accessed during a prior gaming session. This is done in

a manner that infringes at least claim 9 f the '518 patent.

- 123. DraftKings' on-line fantasy sports contests contain each limitation of at least claim 9 of the '518 patent. By way of example only:
- 124. DraftKings' on-line fantasy sports contests meet all requirements of claim 9, which include (as shown below) "[a]n apparatus for supporting multiple users in electronic gaming, the apparatus comprising: . . . a memory electronically coupled to . . . [a] processor and having software stored thereon that when executed by the . . . processor directs the . . . processor to: establish for a user of the apparatus a user profile on a data storage device, wherein the user accesses the apparatus via an electronic device." ('518 patent, col. 27, l. 66 to col. 28, l. 8.)



125. DraftKings' on-line fantasy sports contests include "receiv[ing] via a communications network from the electronic device location data of the electronic device, wherein: the electronic device comprises sensor for detecting location, the electronic device obtains the location data from the sensor, and the electronic device communicates the location data via the communications network." (*Id.* at col. 28, ll. 9-16.)

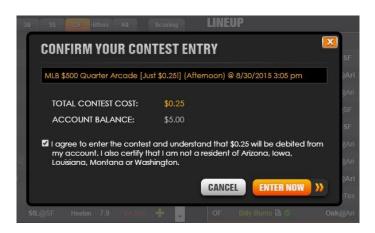


126. DraftKings' on-line fantasy sports contests include "recogniz[ing] an occurrence of an event; updat[ing] the user profile in response to the event; wherein [] recogniz[ing] the occurrence of the event comprises [] determin[ing], based on the location data, an existence of the user in a particular location, and wherein [] updat[ing] the user profile in response to the event comprises [] stor[ing] the particular location." (*Id.* at col. 28, ll. 17-23.)

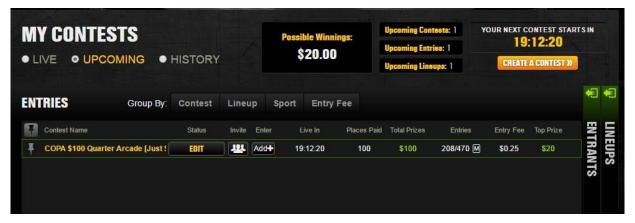
#### Is Playing On DraftKings Legal?

Legal residents physically located in any of the 50 states and Washington DC, excluding Alabama, Arizona, Hawaii, Idaho, Iowa, Louisiana, Montana, New York, Nevada, and Washington are eligible to open an account and participate in contests offered by the Website. Legal residents of Arizona, Hawaii, Iowa, Louisiana, Montana, Nevada, and Washington (the "Excluded States") are ineligible for prizes offered by the Website. Residents of the Excluded States are eligible to open and maintain accounts on the Website for use only in games that do not offer prizes.

127. DraftKings' on-line fantasy sports contests include, "based on determining the existence of the user in the particular location, initiat[ing] a gaming session, wherein [] initiat[ing] the gaming session includes to communicate via the communications network information to the electronic device." (*Id.* at col. 28, ll. 24-28.)



128. DraftKings' on-line fantasy sports contests include "caus[ing] the electronic device to present via a display of the electronic device a gaming environment to the user or to present via the display to the user a modified gaming environment that indicates to the user a last gaming activity of a plurality of gaming activities accessed by the user during a prior gaming session, a determination as to whether to display the gaming environment or the modified gaming environment being based on whether there is or is not a stored indication of a last one of the plurality gaming activities accessed by the user during the prior gaming session." (*Id.* at col. 28, ll. 28-39.)



- 129. Defendant does not have a license or permission to use the '518 patent.
- 130. As a result of Defendant's infringement of the '518 patent, IG LLC has suffered and continues to suffer damages, in an amount not yet determined, of at least a reasonable royalty and/or lost profits.

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## WELLS FARCO TOWER SUITE 1500, 3800 HOWARD HUGHES PARKWAY LAS VEGAS, NV 89169 TELEPHONE: 702.389,6800

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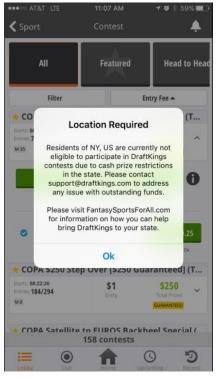
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### TENTH CLAIM FOR RELIEF (INFRINGEMENT OF U.S. PATENT NO. 9,306,952)

- 131. Plaintiffs incorporate by reference paragraphs 1-130 as if fully set forth herein.
- 132. On April 5, 2016, U.S. Patent No. 9,306,952 ("the '952 patent") was duly and legally issued by the PTO for an invention titled "System and Method for Wireless Gaming with Location Determination" to the listed inventors Kevin Burman and Dean P. Alderucci. A copy of the '952 patent is attached as **Exhibit K**.
- 133. IG LLC is the assignee and sole owner of the '952 patent, with all substantive rights in and to that patent, including the sole and exclusive right to bring this action and enforce the '952 patent against infringers, and to collect damages for all relevant times.
- Defendant, directly or through its agents, customers, and/or intermediaries, has 134. made, used, tested, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that infringe (either directly or under the doctrine of equivalents) one or more claims of the '952 patent. For instance, on information and belief, Defendant's accused products and/or systems have certain features that that determine a plurality of selectable betting parameters for a wager in a game having at least a first selectable betting parameter and a second selectable betting parameter, each selectable betting parameter comprising a game parameter that affects an outcome of a bet by a first user in the game. The first user plays the game using a corresponding wireless gaming terminal having a wireless network interface operable to transmit and receive gaming information. The wireless gaming terminal communicates with a location determination system that determines a location of the wireless gaming terminal to implement a game depending on the determined location. The system determines a plurality of different locations in a gaming area that includes at least a first location corresponding to the first betting parameter and a second location corresponding to the second betting parameter. During the game, the system determines a location of a first wireless gaming terminal corresponding to the first user and then determines at least one of the plurality of selectable betting parameters associated with the first user based on the determined location of the first user. Here, the system determines the outcome of the bet based at least in part on the determined at least one betting parameter in accordance with one or more

predetermined rules of the game. This is done in a manner that infringes at least claim 1 of the '952 patent.

- 135. DraftKings' on-line fantasy sports contests contain each limitation of at least claim 1 of the '952 patent. By way of example only:
- 136. DraftKings' on-line fantasy sports contests meet all requirements of claim 1, which include (as shown below) "[a]n apparatus comprising: . . . a memory that stores instructions which, when executed by [] at least one processor, direct the at least one processor to: determine a plurality of selectable betting parameters for a wager in a game . . . comprising at least a first selectable betting parameter and a second selectable betting parameter." ('952 patent, col. 34, ll. 51-63.)





137. DraftKings' on-line fantasy sports contests include "the game being played by at least one user using a corresponding at least one wireless gaming terminal . . . having a wireless

network interface operable to transmit and receive gaming information . . . in which each wireless gaming terminal is in communication with a location determination system that determines a location of the wireless gaming terminal, each wireless gaming terminal further having a user interface for interacting with a corresponding user of the wireless gaming terminal to implement a game, wherein the game depends on the determined location." (*Id.* at col. 34, 1. 64 to col. 35, 1. 12.)



138. DraftKings' on-line fantasy sports contests include, "determin[ing] a plurality of different locations in a gaming area, each location corresponding to at least one of the plurality of selectable betting parameters, the plurality of locations comprising at least a first location corresponding to the first betting parameter and a second location corresponding to the second betting parameter, in which the first location is different from the second location." (*Id.* at col. 35, ll. 13-22.)

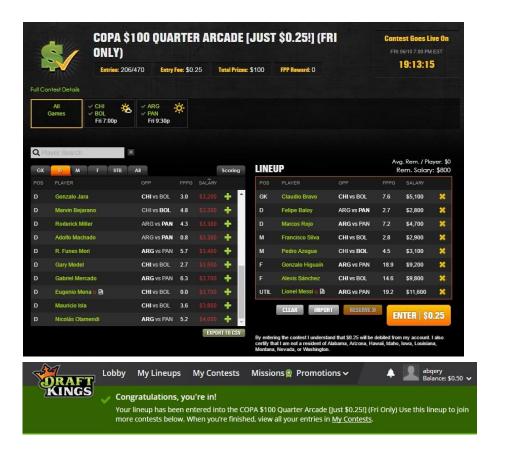
#### Is Playing On DraftKings Legal?

Legal residents physically located in any of the 50 states and Washington DC, excluding Alabama, Arizona, Hawaii, Idaho, Iowa, Louisiana, Montana, New York, Nevada, and Washington are eligible to open an account and participate in contests offered by the Website. Legal residents of Arizona, Hawaii, Iowa, Louisiana, Montana, Nevada, and Washington (the "Excluded States") are ineligible for prizes offered by the Website. Residents of the Excluded States are eligible to open and maintain accounts on the Website for use only in games that do not offer prizes.

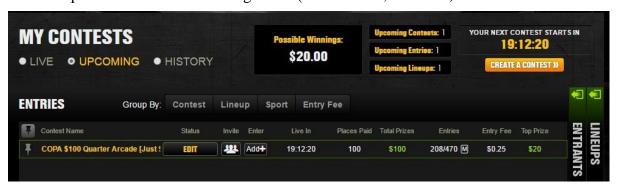
139. DraftKings' on-line fantasy sports contests include "during the game, determin[ing] a location of at least one wireless gaming terminal corresponding to each of the at least one user in the game, in which the act of determining the location of the at least one wireless gaming terminal comprises determining a location of the first user by determining a location of a first wireless gaming terminal of the first user." (*Id.* at col. 35, ll. 29-35.)



140. DraftKings' on-line fantasy sports contests include "determin[ing] at least one of the plurality of selectable betting parameters associated with the at least one user in the game based on the determined location of the at least one user, in which the act of determining at least one of the plurality of selectable betting parameters comprises determining at least one of the plurality of selectable betting parameters associated with the first user based on the determined location of the first user." (*Id.* at col. 35, ll. 36-43.)



141. DraftKings' on-line fantasy sports contests include "determin[ing] the outcome of the bet based at least in part on the determined at least one betting parameter in accordance with one or more predetermined rules of the game." (*Id.* at col. 35, ll. 45-48.)



142. Defendant does not have a license or permission to use the '952 patent.

As a result of Defendant's infringement of the '952 patent, IG LLC has suffered and continues to suffer damages, in an amount not yet determined, of at least a reasonable royalty and/or lost profits.

## ELEVENTH CLAIM FOR RELIEF (WILLFUL INFRINGEMENT)

- 143. Plaintiffs incorporate by reference paragraphs 1-142 as if fully set forth herein.
- 144. Defendant's infringement of the RE'818, '628, '417, '511, '924, '394, '166, '169, '518, and '952 patents has been and continues to be willful. Indeed, DraftKings has been aware of at least the RE'818, '628, '511, '924, '394, '166, and '169 patents since receiving notice on or about July 15, 2014. DraftKings was also made aware of the '417, '518, and '952 patents as early as the filing of this lawsuit. DraftKings' continued use of its infringing products constitutes willful and blatant infringement.
- 145. For the same reasons set forth above in paragraphs 15, 26, 39, 54, 67, 78, 91, 104, 117, 130, and 142, Defendant has had knowledge of the RE'818, '628, '417, '511, '924, '394, '166, '169, '518, and '952 patents, and that its acts constitute infringement. Defendant has acted and is continuing to act in the face of an objectively high likelihood that its actions constitute infringement of a valid patent or with reckless disregard of that likelihood.

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#### **JURY DEMAND**

146. Plaintiffs request a trial by jury on all issues so triable by right.

#### PRAYER FOR RELIEF

Wherefore, Plaintiffs respectfully request that the Court find in their favor and against Defendant, and that the Court grant Plaintiffs the following relief:

- 1. A declaration that DraftKings infringes the Patents-in-Suit under 35 U.S.C. § 271(a) and a final judgment incorporating same;
- 2. Equitable relief under 35 U.S.C. § 283, including but not limited to an injunction that enjoins DraftKings and any of its officers, agents, employees, assigns, representatives, privies, successors, and those acting in concert or participation with them from infringing the Patents-in-Suit;
- 3. An award of damages sufficient to compensate Plaintiffs for infringement of the Patents-in-Suit by DraftKings, together with prejudgment and post-judgment interest under 35 U.S.C. § 284;
- 4. Entry of an order compelling DraftKings to compensate Plaintiffs for any ongoing and/or future infringement of the Patents-in-Suit, in an amount and under terms appropriate under the circumstances;
- 5. That this Court declare this an exceptional case and award Plaintiffs their reasonable attorneys' fees, costs, and expenses in accordance with 35 U.S.C. § 285;
- 6. A declaration or order finding DraftKings' infringement is willful and/or an order increasing damages under 35 U.S.C. § 284; and
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7. That Plaintiffs be granted such other and further relief as the Court may deem just and proper under the circumstances.

DATED this 13th day of June, 2016.

OGLETREE, DEAKINS, NASH, SMOAK & STEWART, P.C.

#### /s/ Molly M. Rezac

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Attorneys for Plaintiffs CG Technology Development, LLC, Interactive Games Limited, and Interactive Games LLC

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<b>CERTIFICA</b>	<b>FE OF</b>	SERV	<b>ICE</b>
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I hereby certify that I electronically transmitted the foregoing PLAINTIFFS' FIRST AMENDED COMPLAINT FOR PATENT INFRINGEMENT to the Clerk's Office using the CM/ECF system for filing and transmittal of a notice of electronic filing to the following CM/ECF registrants:

Jason M. Dorsky Jonathan Berschadsky Kathryn E. Easterling Robert H. Fischer Michael J. McCue

Pursuant to Federal Rule of Civil Procedure 5(b), I hereby further certify that service of the foregoing was also made this day by depositing a true and correct copy of same for mailing, first class mail, postage prepaid thereon, at Las Vegas, Nevada, addressed to the following:

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Jonathan Berschadsky Robert H. Fischer Fitzpatrick Cella Harper & Scinto 1290 Avenue of the Americas

New York, NY 10104-3800

Michael J. McCue Jonathan W. Fountain Lewis Roca Rothgerber Christie LLP 3993 Howard Hughes Pkwy, Ste. 600 Las Vegas, NV 89169

Attorneys for Defendant DATED this 13th day of June, 2016.

> /s/ Carol Rojas An Employee of OGLETREE, DEAKINS, NASH, SMOAK & STEWART, P.C.